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## **SHEBERGHAN GAS GENERATION ACTIVITY (SGGA)**

Contract No. EPP-I-00-03-00004-00, USAID Task Order No. AID-306-TO-12-00002

### **SGGA Monthly Report**

January 1 – January 31, 2016

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## Acronyms and Abbreviations

AGE	Afghan Gas Enterprise
AGS	Afghan Geological Survey
APA	Afghanistan Petroleum Authority
MoMP	Ministry of Mines and Petroleum
OGS	Oil and Gas Survey
OSHA	United States Occupational Health and Safety Administration
SGDP	Sheberghan Gas Development Project
SGGA	Sheberghan Gas Generation Activity
TPAO	Turkish National Petroleum Corporation
USAID	United States Agency for International Development

## 1 DRILLING CONTRACT MANAGEMENT SUPPORT

### 1.1 Achievements / Activities

- TPAO continued demobilization from the Juma-Bashikurd Field and efforts to move equipment through the Aquina customs station.
- SGGA continued efforts to support MoMP to complete the steps required to close out the TPAO contract, pay outstanding invoices, and complete reporting requirements to USAID and the National Environmental Protection Agency. By the end of the reporting period, MoMP had made very little progress in accomplishing close out.

### 1.2 Meetings

- On 26 Jan, chief of party attended meeting of Interministerial Commission on Energy, and at request of Min. Saba, presented update of status of SGDP
- On 26 Jan, met with Min. Saba regarding the status of the TPAO contract, and received instructions to keep Minister fully informed on close out activities.

### 1.3 Challenges

- Despite repeated efforts by SGGA throughout December and January to provide detailed recommendations for implementing steps necessary to complete all actions required in connection with the closing of the TPAO contract, as summarized above, the MoMP project manager, Zabih Sarwari, appears either to be incapable or unwilling to take the steps necessary.

### 1.4 Plans for Next Month

- Continue to attempt to guide MoMP through completion of the TPAO contract.

## 2 SGDP NATURAL GAS DEVELOPMENT SUPPORT

### 2.1 Achievements / Activities

- Seven Field Data Evaluation and Reserve Estimates
  - Completed evaluation of proposals from petroleum engineering firms to conduct data evaluation and reserve estimates for up to seven gas fields in Jawjzan Province.
  - Selected McDaniel & Associates, Consultants, Ltd., as preferred bidder, completed vetting, and submitted request for consent to subcontract to Contracting Office. Consent granted on 3 February.
- Gas Gathering and Processing Public-Private Partnership
  - On 22 January, delivered requests for proposals to ten international law firms inviting submission of proposals. Date for response is 13 February.
  - By end of reporting period, two of the ten firms had indicated that they will submit proposals; one firm indicated that it would not, and two others only acknowledged receipt.

### 2.2 Meetings

- On 14 January, met with senior USAID staff to discuss the status of the responses to the reserves estimate RFP and schedule for completion of the reserve estimates, and to discuss the status of the public-private partnership RFP.

### 2.3 Challenges

- Data evaluation and reserve estimates: Determination of competitive rate comparisons for petroleum engineering firms for review of consent to subcontract proved difficult due to lack of publically available information in this highly competitive industry.

### 2.4 Plans for Next Month

- Continue to attempt to work with MoMP to complete the closeout of the TPAO drilling contract.

### 3 CAPACITY DEVELOPMENT

#### 3.1 Achievements / Activities

- Sheberghan
  - United States Occupational Safety & Health Administration (OSHA) 192 Hour Oil & Gas Safety & Health Manager distance learning training for Oil and Gas Survey (OGS) and Afghan Gas Enterprise (AGE) personnel is approximately 98% complete.
  - Coaching for developing a sustainable safety and health program within OGS and AGE is ongoing.
  - Market Leader Elementary Business English classes with OGS and AGE personnel in Sheberghan are 83% complete.
- Kabul
  - Mentoring OGS and AGE staff continued to support development of safety and health policy with commencement of the OSHA 192 Hour Oil & Gas Safety & Health Manager distance-learning training at AGE and OGS.
  - Assessment of MoMP's environmental compliancy capacity continues.
  - Basic English class with SGGA and APPF staff continued.

#### 3.2 Meetings

- On 3 January, met with Eng. Mohammad Ashraf Rahmangholi, APA Senior Geophysicist, in to discuss preparation for planned Environmental Compliance training for MoMP staff.

#### 3.3 Challenges

- No significant challenges in this reporting period.

#### 3.4 Plans for Next Month

- Complete OSHA distance learning program for safety and health management for AGE and OGS personnel.
- Commence OSHA distance learning program, 70 Hour Oil & Gas Safety and Health, Train-The-Trainer. Most of the courses in this training are similar to OSHA 192 Hour Oil & Gas Safety and Health Manager program).
- Complete Market Leader Elementary Business English class for Sheberghan AGE and OGS personnel.
- Continue mentoring OGS and AGE staff to support development of safety and health policies.
- Continue English classes in Kabul and Sheberghan.

#### 4 MONTHLY EXPENDITURES

Accrual Report Reference: EPP-I-00-03-00004-00 Task Order: AID-306-TO-12-00002  Reporting Period January, 2016		
A. Contract Ceiling:	30,440,957	
B. Total Obligated toward ceiling	30,440,957	
C. Ceiling remaining	-	
D. Total disbursed	24,178,440	
E. Accruals	<u>1,163,036</u>	
F. Combined totals	<u>25,341,476</u>	83.2% of obligation
G. Pipeline balance	<u><u>5,099,481</u></u>	
Accruals:		
November billed, not yet paid	\$ 391,529	
December to be billed	\$ 394,100	
January estimate	<u>377,407</u>	
	<u><u>1,163,036</u></u>	

5 PROJECT SCHEDULE

